

Trial Day 2
Volume 1 of 1
November 13, 1997

IN THE UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF MARYLAND
NORTHERN DIVISION

GLAXO WELLCOME INC., et al.

Plaintiffs

v.

PHARMADYNE CORPORATION, et al.)

Defendants

Civil Docket No. AMD-96-455
And
Civil Docket No. AMD-96-1853
(Consolidated)

Baltimore, Maryland
November 13, 1997
10:10 a.m.

The above-entitled matter came on for trial before
The Honorable Andre M. Davis.

A P P E A R A N C E S

On behalf of the Plaintiffs:

Stephen Judlowe, Esquire
John Henry Lewin, Jr., Esquire
Brian P. Murphy, Esquire
Robert Gibbons, Esquire
Regina Ambery, Esquire
Jason Lief, Esquire

On behalf of the Defendants:

James Rubin, Esquire
Alan H. Bernstein, Esquire
Robert S. Silver, Esquire
John M. Seeberger, Esquire
Deborah K. Besche, Esquire

Reported by: Betty Lou Walls, RPR

WALLS REPORTING, INC.
714 PARK AVENUE, BALTIMORE, MD 21201
410-728-9020 FAX 410-728-9024

I N D E X

WITNESS:

DIRECT

VOIR DIRE

CROSS

REDIRECT

RECROSS

David R. Long

403

428

Paul E. Wray

469

WALLS REPORTING, INC.
714 PARK AVENUE, BALTIMORE, MD 21201
410-728-9020 FAX 410-728-9024

1 the '249 patent.

2 Q Was there ever any question in your mind that you were
3 the inventor of the '249 patent?

4 A No, there wasn't, in that if I go back to the history
5 of what was happening at that time, as I described yesterday,
6 we had first of all a problem that I lost the parabens
7 preservative and then I immediately wanted to know why was
8 this happening, where had it gone, what was the cause of this
9 mystery. Then I, the breakthrough was when I saw this, as I
10 described yesterday, a cap with a black mark and the strange
11 smell and I instigated the investigation with a
12 microbiological colleague, found the organism, *Pseudomonas*
13 *cepacia*, so I got the problem, identified the cause of the
14 problem. And then I was the team leader at that time, the
15 ball was firmly in my court, I wanted to find the solution to
16 cure this problem and in order to do that I looked at the
17 options. It was me that went through how are we going to get
18 over this problem and it was me that came up with the idea
19 that we should use alcohol, amongst other things, to test to
20 see whether we could overcome the problem. I firmly believe
21 I am the inventor, it's mine.
22 Q Could you describe for the Court the work that is
23 reflected on the second page of Trial Exhibit 242? I believe
24 the date is August 16, 1985; is that correct?
25 A That's correct. This is a summary on that date of the

1 options as I saw them, taking into account the UK situation,
2 the U.S., and the various approaches that we could use. It's
3 a fairly long list because there were several options I was
4 considering.

5 The first of these, we knew that the organism had
6 restricted growth when it was stored in the refrigerator,
7 cold, so one possibility was to get the show back on the
8 road, having come to a screeching halt. Why don't we launch
9 the product with a four-degree restriction? It would
10 overcome the product with the microbial contamination
11 proliferation. The disadvantage is that, going back to the
12 patient that has to use the product, the patient would have
13 to store it in the refrigerator, less than ideal. Also, it
14 may have given ranitidine an undeserved reputation for
15 instability. The four-degree storage wouldn't have been due
16 to ranitidine, it would be because of the bug problem.
17 Four-degree storage was possible but not favored.

18 The next option on my list here is with ethanol,
19 ether alcohol. We had at that time done testing to show that
20 the inclusion of alcohol killed the microorganism. But the
21 next stage was to check whether it was medically acceptable.
22 If we have a patient with an ulcer, it's not the best thing
23 to do to add alcohol to the medicine for treating the ulcer.
24 We know that alcohol can irritate ulcers. So that needed to
25 be checked out.

WALLS REPORTING, INC.
714 PARK AVENUE, BALTIMORE, MD 21201
410-728-9020 FAX 410-728-9024

1 Also the stability, if we add another ingredient
2 stability could be compromised, not just the ranitidine, but
3 any other aspect of the formulation.

4 Then we also had to check not just using ethanol
5 but we had a number of different attempts at preserving the
6 syrup. We had the first attempt with three parabens and we
7 had the, later we had the later formulation where one of the
8 preservatives was removed. We had to decide if we go with
9 alcohol, do we go to the original formulation or do we go to
10 the second? That was another consideration.

11 And then, always aware of the fact this project had
12 come to a screeching halt, wanting to get the show back on
13 the road quickly, I had to move fast. So looking at
14 timetables here, if ethanol is okay, we would set up some
15 stability batches in mid-September, analyze after three
16 months storage, report the results, take it to our
17 international standards committee. This is a committee that
18 oversees every new formulation standards that we do for the
19 company to make sure the standards are suitable for the use
20 throughout the Glaxo Wellcome Group, and those standards are
21 commonly in excess of national standards.

22 Then that covers the UK perspective.

23 From the U.S., we had two choices. One was similar
24 to the UK, we could put the NDA in with the four-degree
25 restriction, store in the refrigerator with the same

WALLS REPORTING, INC.
714 PARK AVENUE, BALTIMORE, MD 21201
410-728-9020 FAX 410-728-9024